OIL, GAS & MINING



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA Division Director

August 28, 2013

Certified Return Receipt 7010 2780 0002 7254 0814

Vern Tharp Moss Rock Products LLC 5040 Acoma Street Denver, Colorado 80216

Subject: <u>Division Directive to Reclaim, Moss Rock Products, Klingon Mine, S/049/0060, Utah</u>
County, Utah

Dear Mr. Tharp:

Based on the requirements of R647-3-113.5, the Division of Oil Gas and Mining requires reclamation of the Klingon Mine. This rule allows the Division to require reclamation after a site has been inactive for five years, and the Division's records indicate the site has been inactive since July 2008 and probably earlier. You are hereby directed to have all regrading and seeding work completed by September 30, 2013.

The Division has not received any annual reports for this site, and permit fees have not been paid since 2007 (\$750.00 past due). Failure to pay permit fees is cause for the Division to withdraw the Notice of Intention to Commence Small Mining Operations.

Failure to complete reclamation as required may result formal enforcement action and associated civil penalties (fines), and continued non-compliance may result in forfeiture of the reclamation surety together with assessment of the Division's costs, including attorney fees and costs of reclamation in excess of the surety. The rules allow the Division to collect these costs in court.

The Division recognizes that you and Brett Bryson signed an agreement wherein Mr. Bryson agreed to assume all the obligations in the reclamation contract for this mine and to complete reclamation no later than July 31, 2013. The agreement also contains a provision, though, that Moss Rock shall remain liable for fulfilling the requirements of the reclamation contract, including reclamation, if Mr. Bryson fails to do so. Mr. Bryson has so far failed to reclaim the site.

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Please contact April Abate at 801-538-5214 or me at 801-538-5261 if you have questions or concerns about this letter. Thank you in advance for your cooperation.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB: eb

cc: Peggy Kelsey, Utah County
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